



Metropolitan Stock Exchange of India Limited (Formerly known as MCX Stock Exchange Limited)

Regd. Office: 4th Floor, Vibgyor Tower, Plot No - C62, G Block, Opp. Trident Hotel,
Bandra Kurla Complex, Bandra (East), Mumbai- 400098, INDIA | CIN: U65999MH2008PLC185856

Statement Of Unaudited Standalone Financial Results For The Quarter And Nine Month Ended December 31 ,2015

(₹ in lakhs except per share data)

Sr. No.	Particulars	Quarter Ended			Nine Month Ended		Year Ended
		31.12.2015 Reviewed	30.09.15 Reviewed	31.12.14 Reviewed	31.12.15 Reviewed	31.12.14 Reviewed	31.03.15 Audited
		1	2	3	4	5	6
	PART I						
1	Income from operations	524.81	565.97	661.13	1,703.33	2,397.75	3,208.41
	Total Income from operations	524.81	565.97	661.13	1,703.33	2,397.75	3,208.41
2	Expenditure						
	(a) Operating expenses	706.44	905.43	987.03	2,510.41	2,890.96	3,796.09
	(b) Employee benefits expense	395.61	406.65	503.21	1,220.95	1,594.49	2,054.00
	(c) Depreciation and amortisation expense	352.88	353.80	359.04	1,057.82	1,073.38	1,424.41
	(d) Advertisement and business promotion expenses	11.66	4.76	2.94	32.80	12.12	10.81
	(e) Other expenses	368.06	591.03	457.84	1,427.05	1,440.54	1,916.05
	Total Expenditure	1,834.65	2,261.67	2,310.06	6,249.02	7,011.49	9,201.37
3	Profit/ (Loss) from Operations before Other Income, Finance Costs and Exceptional Items (1-2)	(1,309.84)	(1,695.69)	(1,648.93)	(4,545.69)	(4,613.74)	(5,992.95)
4	Other Income	195.85	285.32	228.60	776.29	812.38	1,087.42
5	Profit/ (Loss) before Finance Costs and Exceptional Items (3+4)	(1,114.00)	(1,410.37)	(1,420.33)	(3,769.40)	(3,801.36)	(4,905.54)
6	Finance Costs	-	1.03	0.01	3.69	0.97	1.16
7	Profit/ (Loss) from Ordinary Activities after Finance Costs but before Exceptional Items (5-6)	(1,114.00)	(1,411.40)	(1,420.34)	(3,773.09)	(3,802.33)	(4,906.69)
8	a) Exceptional items (refer note 8)	-	41.35	-	41.35	-	-
	b) Prior Period Items	-	-	1,105.52	-	1,105.52	1,105.52
9	Profit / (Loss) from ordinary activities before tax (7-8)	(1,114.00)	(1,452.75)	(2,525.86)	(3,814.44)	(4,907.85)	(6,012.21)
10	Tax expense (Net of MAT credit)	-	-	-	-	-	-
11	Net Profit/ (Loss) for the period (9-10)	(1,114.00)	(1,452.75)	(2,525.86)	(3,814.44)	(4,907.85)	(6,012.21)
12	Paid-up Equity Share Capital (Equity Shares of ₹ 1/- each.) (refer note 3 & 4)	19,415.36	19,415.36	9,377.51	19,415.36	9,377.51	11,582.80
13	Reserves excluding revaluation reserves	-	-	-	-	-	1,132
14	Earnings Per Share of Re 1/- each (In ₹) (Not Annualised)						
	(a) Basic	(0.06)	(0.09)	(0.27)	(0.20)	(0.52)	(0.52)
	(b) Diluted	(0.06)	(0.09)	(0.27)	(0.20)	(0.52)	(0.52)

NOTES:

- The above unaudited financial results of the Company for the quarter and Nine month ended December 31, 2015 have been approved by the Audit Committee and subsequently approved by the Board of Directors at its meeting held on February 13, 2016 and subjected to a Limited Review by Statutory Auditors.
- The Company is engaged in the Business of Stock Exchange and there are no separate reportable segments as per accounting standard (AS-17) on Segment Reporting.
- During the quarter, the Company has been allotted following Equity Shares in Metropolitan Clearing Corporation of India Limited (MCCIL) (formerly known as MCX SX Clearing Corporation Ltd):-
 - Rs. 25,00,00,000 towards 2,50,00,000 Equity shares of Rs.10/- each of for cash at par
- The paid-up equity share capital in item no. 12 of the above results is net of 5,133,430 equity shares held by MCX Stock Exchange ESOP Trust.
- Mr. Saurabh Sarkar has tendered his resignation from the post of Managing Director & CEO w.e.f October 10, 2015 and Mr. Udai Kumar has been appointed as Managing Director & CEO of the Exchange w.e.f. January 22, 2016.
- The Board at the meeting held on June 27, 2015 decided to treat 41,59,17,672 warrants held by MCX as extinguished and of no effect whatsoever on account of their continuance to hold the same post lapse of the time limits specified by SEBI. However, the amount of Rs. 41,59,17,672/- standing as non-refundable interest free deposit against such warrants was not transferred to capital reserve in light of the below mentioned order of The Bombay High Court.

MCX had filed a case in Suit No. 685 of 2015 against the Exchange, wherein the Hon'ble Court passed an order accepting the undertaking of the Exchange that an amount of Rs.20 Crores would be deposited with the Prothonotary & Senior Master, Mumbai on or before 7th September 2015. Accordingly a demand draft of Rs.20 crores was duly deposited by the Exchange on September 7, 2015. Vide its order dated October 13, 2015, the Hon'ble High Court directed the Exchange to deposit a further sum of Rs. 21 crores (Approx).

Being aggrieved by the Order dated October 13, 2015, the Exchange has preferred an Appeal (L) No. 927 of 2015, on 9 December 2015. The said Appeal is pending hearing in the Hon'ble Bombay High Court and the time to deposit the further sum of Rs. 21 crores has been extended until the next date of hearing.

Further, the Board at its meeting held on December 10, 2015 withdrew its resolution passed on June 27, 2015 regarding extinguishment of warrants held by MCX as the warrants are still effectively in existence pursuant to the order of the Bombay High Court, and also due to amendment to the SECC Regulations giving commodity derivative exchange such as MCX, status of a deemed stock exchange enabling it to hold 15% shareholding
- The auditor in their review report on the Unaudited financial statements for the quarter ended December 31, 2015 expressed certain qualifications which are summarised below along with the Company's comments on the same:
 - The auditors have expressed that the Company continued to prepare its Financial Statements on going concern basis, even though there is no reasonable certainty on the fructification of the management plan on improving operations and managing profits in future. The company is however confident of raising further funds, increase volume and make profits in future years and hence has prepared the accounts on going concern basis including not carrying out the impairment testing to ascertain carrying value of fixed assets, etc. and also the sum of Rs.35.01 Crores and Rs.1.86 Crores towards Service tax set-off and MAT Credit is considered as recoverable. The Company believes that the going concern assumption is justified on account of the following:
 - The Company had raised Equity capital in August 2015 for its capitalization and business needs and is in the process of further capital raising through debt and equity to fund its business expansion.
 - A new strategic plan for expanding its business across segments is being implemented.
 - Fixed and operating costs have been substantially rationalized.
 - New and experienced manpower have being appointed to implement its business plan of gaining market share and turning profitable.
 - In accordance with Circular CIR/MRD/DRMNP/25/2014 dated August 27, 2014 issued by SEBI regarding a Core Settlement Guarantee Fund, the Company has deposited Rs. 1,041.35 lakh towards the Minimum Required Corpus (MRC) to the Core Settlement Guarantee Fund established and maintained by its clearing corporation. During the quarter ended December 31, 2015, contribution of Rs. Nil (Sep-15 Quarter Rs.41.35 Lakh) made towards the Core SGF, has been charged to the Statement of Profit and Loss under the head "Administration and Other Expenses.
 - Previous period/year figures has been re-grouped, re-arranged and re-classified wherever necessary, to make them comparable with those of the current quarter.

For and on Behalf of Board of Directors of
Metropolitan Stock Exchange of India Limited
(Formerly known as MCX Stock Exchange Limited)

Sd/-
Udai Kumar
Managing Director and CEO

Place : Mumbai
Dated : February 13, 2016